



April 20, 2009

Dear client,

On April 17, Citi announced that it delivered on its priority of returning the company to profitability in the first quarter of 2009.

For the first three months of 2009, Citi reported net income of US\$1.6 billion on revenues of US\$24.8 billion, up 99% compared to the first quarter of 2008, with sequential improvement across all regions. Deposits were relatively stable at US\$763 billion and the Securities and Banking business, in particular, produced outstanding results.

While revenues were up, expenses were down significantly, declining US\$3.7 billion in the first quarter, to the lowest level since the third quarter of 2006.

Citi's Tier 1 capital ratio remains robust at approximately 11.8% versus 7.7% in the first quarter 2008.

[\[Click here for the first quarter financial results news release from Citi.\]](#)

Citi also announced that it will not launch the previously disclosed preferred exchange offer until the conclusion of the results of the stress test analysis by the United States government, which are anticipated to be available in the near term.

Once concluded, Citi expects the preferred exchange offer to make it one of strongest capitalized U.S. banks as measured by tangible common equity which could increase to as much as US\$81 billion, assuming full participation in the exchange.

[\[Click here for an update on the timing of exchange offer from Citi\]](#)

In Asia Pacific, Citi generated revenues of US\$3.8 billion and net income of US\$645 million.

The Securities and Banking businesses experienced a strong quarter while other businesses such as Global Transaction Banking, Consumer Banking and Global Cards and Global Wealth Management all turned in credible performances in the face of significant headwinds.

In addition to our first quarter global results, on April 15, 2009 Citibank (China) Co. Ltd. announced that it had achieved significant growth and profitability in 2008. Citibank (China) Co. Ltd., Citi's locally incorporated bank in China, achieved a 46% increase in operating income in 2008 to reach RMB3.6 billion, with net income increasing 95% from its 2007 level to RMB1.3 billion. Citi China's robust performance in 2008 reflects the resilience and continued growth of China's economy, coupled with Citi China's own strengths and ability to deliver superior service to its clients. Citibank (China) Co. Ltd.'s 2008 financial results reflect the fact that Citi's business in China is in a very strong and stable position. China remains one of Citi's highest priority markets, and we remain deeply committed to helping our valued customers in China succeed.

Despite our strong start to 2009, all of us at Citi are cognisant that the global economy remains weak and that the financial markets are not yet functioning normally. I want to assure you that Citi continues to take all the necessary steps to prepare for potentially challenging markets and an uncertain global environment.

Our global results reflect the efforts of the company to ensure our capital base is strong so that we remain in the best position to serve our global customer franchise.

We thank you for your ongoing trust and support, and we look forward to serving your banking needs now and in the future.

Thank you and best regards

A handwritten signature in black ink, appearing to read "Andrew Au". The signature is fluid and cursive, with a large initial "A" and "A".

Andrew Au
Chairman & CEO

Citibank (China)